

6 February 2006

Ms Narissa Taylor  
Companies Advisor – Perth Office  
Australian Stock Exchange  
Level 8, 2 The Esplanade  
PERTH WA 6000

**By Facsimile – 08 9221 2020**

Dear Narissa,

**Response to price query – Aurora Oil & Gas Limited (ASX:AUT, “Company”)**

I refer to your facsimile of today’s date requesting responses to the following questions:

- 1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?*

No.

- 2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?*

Not applicable.

- 3. Is there any other explanation that the Company may have for the price change and increase in volume in the securities of the Company?*

The Company’s most recent activities report included the following information:

a. West Black Lake Project

The Company acquired a 20.15% interest in a five well development program at the West Black Lake Project onshore Texas with estimated reserves of approximately 30 BCF. Drilling is expected to commence by April 2006.

Following the initial wells at West Black Lake, Aurora has the option to acquire a 10% interest in the full project with potential reserves of 600BCF.

b. Flour Bluff Gas Development Project

A recent independent project reserve update indicated 3P reserves of 97 billion cubic Feet of Gas equivalent (“BCFe”) of which 50 BCFe are in the Proved category (as against 28 BCFe a year ago).

In addition, Tricom Equities Limited recently commenced research coverage on the Company. A copy of their first report is available on the Company's website at [www.auroraog.com.au](http://www.auroraog.com.au). This report was prepared by Tricom on the basis of their own analyses of publicly available information previously reported to the ASX by the Company.

Other than as noted above, the Company is not aware of any other explanation for the price change and increase in volume in the securities of the Company.

4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

The Company confirms that it is in compliance with the listing rules and, in particular, listing rule 3.1.

Should you have any further queries, please contact the undersigned.

Yours sincerely  
**AURORA OIL & GAS**

Alex Neuling  
**COMPANY SECRETARY**